

State of Utah

School and Institutional
TRUST LANDS ADMINISTRATION

Jon M. Huntsman, Jr. Governor Kevin S. Carter Director 675 East 500 South, Suite 500 Salt Lake City, Utah 84102-2818 801-538-5100 801-355-0922 (Fax) http://www.trustlands.com

February 16, 2007

CERTIFIED MAIL NO. 7160 3901 9842 1746 8840

Bown Building Stone C/O Jerome Bown 595 East 600 South Manti, UT 84642

RE: ML 49448-MP Default in Permit Agreement

Dear Mr. Bown:

The above numbered Mineral Materials Permit was issued to Bown Building Stone Company in 2004 for a term of five years to extract building stone from certain trust-land mineral estate in Sanpete County, Utah. It has come to the attention of the Trust Lands Administration that Bown Building Stone has failed to maintain an active registration with the Utah Division of Corporations. According to the records of the Division of Corporations, the registration for Bown Building Stone is delinquent as of August 23, 2005. An applicant or permittee must be qualified to do business in the State of Utah in order to hold or maintain an active mineral lease or minerals permit upon state trust lands (Rule R850-3-200).

Bown Building Stone is in default of the Rules of the Trust Lands Administration and the terms and conditions of mineral Materials Permit No. ML 49448. As provided in paragraph 18 of the permit, Permittee has 30 days from date of this letter to make legal remedy. Failure of the Permittee to re-establish itself as a legal entity qualified to do business in Utah within 30 days from the date of this notice shall work a forfeiture of the permit.

You will please immediately cease all operations upon the permitted lands until this matter is resolved. Please consult with your attorney if you have any questions in this matter.

Sincerely,

John T. Blake

for to Black

Trust Land Mineral Specialist